

Governor

GREGORY S. BELL Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

February 9, 2012

Bruce Mitchell Sawtooth Stone LLC 103 West Center P. O. Box 49 Oakley, Idaho 83346-0049

Subject: Evaluation of Reclamation Surety, Sawtooth Stone, Sawtooth Stone #1 Mine,

M/003/0067, Box Elder County. Utah

Dear Mr. Mitchell:

The Division of Oil, Gas and Mining has evaluated the reclamation surety for the Sawtooth Stone #1 mine and has determined that no adjustment in the surety is required at this time. The Division's last reclamation cost estimate for this mine was completed in 2007 and escalated to 2012 dollars. The Division will now consider that the reclamation surety is escalated to 2017. Additional surety may be required if the disturbed area is increased or if operations are modified.

Please call me at 801-538-5261 or Lynn Kunzler at 801-538-5310 if you have questions about this action.

Sincerely,

Paul B. Baker

Mining Program Manager

PBB:pb

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